BETHANY-LONGSTREET FIELD 04-535 and 04-536

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **JUNE 22**, **2004**, upon the application of **BRIDAS ENERGY USA**, **INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Cotton Valley Formation**, **Reservoir A**, and the **Hosston Formation**, **Reservoir A**, in the Bethany-Longstreet Field, DeSoto Parish, Louisiana.

- 1. To create two (2) additional drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A, such units being shown on the plat submitted with the application and being designated CV RA SU64 and CV RA SU65.
- 2. To create two (2) additional drilling and production units for the exploration for and production of gas and condensate from the Hosston Formation, Reservoir A, such units being shown on the plat submitted with the application and being designated HOSS RA SU66 and HOSS RA SU67.
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
- 4. To designate an Operator of, and unit wells for, the proposed additional units as may be appropriate.
- 5. To permit Applicant to combine downhole production from the Cotton Valley Formation, Reservoir A, with production from the Hosston Formation, Reservoir A, in any well drilled on the additional units proposed herein in which the ownership interests in the Cotton Valley and Hosston units is identical.
- 6. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 289-J, effective March 1, 1974, as amended and supplemented by the Order No. 289-J series of Orders, to the proposed additional units for the Cotton Valley Formation, Reservoir A.
- 7. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 289, effective October 1, 1954, as amended and supplemented by the Order No. 289-A series of Orders, to the proposed additional units for the Hosston Formation, Reservoir A.
- 8. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir A, in the Bethany-Longstreet Field, DeSoto Parish, Louisiana, was initially defined in Office of Conservation Order No. 289, effective October 1, 1954, and was further defined in Office of Conservation Order No. 289-A-g-2, effective April 14, 1977.

The Cotton Valley Formation, Reservoir A, in the Bethany-Longstreet Field, DeSoto Parish, Louisiana, was initially defined in Office of Conservation Order No. 289-J, effective March 1, 1974 and was further defined in Office of Conservation Order No. 289-J-1, effective April 14, 1977.

- 4- Page 2

04-535 and 04-536

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 5/14/04;5/19/04 S dnp

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.